

NSC BRIEFING

13 October 1954

INDOCHINA

- I. In South Vietnam, Chief of Staff,
 General Hinh, continues threaten
 government, although some signs
 he losing ground.
 - A. Threatened coup 11 Oct.,
 but did not follow through.

 Again reported moving troops
 into Saigon for 13 Oct. coup.

 No news to date, but even if
 postponed, still chance that
 military hotheads, try coup
 any time.
 - B. French insist that use of expeditionary corps against such coup attempt would cause massacre of 6,500 french cadres in Vietnamese army.

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- C. French view of solution is for Premier to bow to Army, give leaders a place in government.
- II. Only hopeful note is possibility that anti-government coalition may be breaking up.
 - A. Binh Xuyen (gangster organization) willing ditch Chief of Staff, make "separate peace" with government.
 - B. In exchange, want police force (which they control) made into Ministry; also want control of Youth Ministry and want Army excluded from government.
 - C. French urging Premier meet these demands: he inclined to accept.

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- D. If done, would smooth Premier's relations with Bao Dai, also isolate troublesome Chief of Staff, but might make Premier mere figurehead.
- III. Although officially supporting Premier,
 French still seek government concessions to armed cliques which lack
 national repute.
 - A. Ely continues to insist that

 Premier make concessions to

 Army.
 - B. Premier's choice for Interior
 Minister, Phan Huy Quat,
 opposed by French partly
 because he is northerner.
 - C. Use of Cochinchina war lords
 in major government posts
 lessens national appeal of
 "Free Vietnam."

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- D. Some French still seeking discredit pro-Premier policy.
- E. French press service continues anti-Premier.
- IV. Elsewhere in Indochina, developments generally helpful to Communists.
 - A. Viet Minh occupation of Hanoi
 (9 October) smooth. Popular
 demonstration reflects mixture
 organization and genuine
 enthusiasm, although Viet
 Minh making no effort disguise
 - Communist affiliation.
 - B. In Laos, wobbly government preventing vigorous political campaign against Communists.
 - C. In Cambodia, government undergoing attack of "Nehru-itis,"
 partly as result neutralist
 advice of French, British